

Special Revenue Funds

Municipal Court Computer System Procurement and Maintenance Fund

2005 Cash Balance Statement

The municipal court computer fund is projected to begin 2005 with an unencumbered cash balance of \$2,114,880. This fund was created to provide the Municipal Court with computer hardware, software, training and computer-related services. Effective March 1, 1993, the Ohio Revised Code was amended to allow the addition of court fees for the purpose of court computerization. For the Municipal Court Judges, the fee is \$3 per cause of action or appeal. The Municipal Court Clerk may add an amount of \$10 per transaction, including causes of action or appeals. The projection of total revenue attributable to the Municipal Court Judges for 2005 is \$510,976; revenue for the Clerk of Courts is \$1,704,074.

2005 FUND BALANCE SUMMARY

Unencumbered Cash Balance (January 1, 2005)	\$ 2,114,880
Plus Estimated 2005 Receipts	2,215,050
Plus Estimated Encumbrance Cancellations	-
Total Estimated Available Resources	\$ 4,329,930
Less 2005 Recommended Operating Budget	(4,078,509)
Projected Available Balance (December 31, 2005)	<u>\$ 251,421</u>

Street Construction Maintenance and Repair Fund

2005 Cash Balance Statement

The street construction, maintenance and repair (SCMR) fund is projected to end 2005 with a fund balance of \$394,688. Revenue for the SCMR fund is expected to increase \$3.8 million over 2004. The majority of the increase is due to the new state gas tax that went into effect during 2003. New expenditures for the fund include street lighting charges from the Electricity Division, while new street cleaning revenues from the Storm Sewers Division offsets these new expenses.

2005 FUND BALANCE SUMMARY

Unencumbered Cash Balance (January 1, 2005)	\$ 1,341,280
Plus Estimated 2005 Receipts	37,177,158
Plus Estimated Encumbrance Cancellations	<u>30,000</u>
Total Estimated Available Resources	\$ 38,548,438
Less 2005 Recommended Operating Budget	(38,153,750)
Projected Available Balance (December 31, 2005)	<u><u>\$ 394,688</u></u>

2005 Revenue Summary

STREET CONSTRUCTION MAINTENANCE AND REPAIR FUND REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2002 - 2005				
REVENUE SUMMARY	2002 Actual	2003 Actual	2004 Estimated	2005 Proposed
Charges for Services	\$ 3,568,976	\$ 1,162,255	\$ 1,430,001	\$ 1,396,000
Motor Vehicle Fuel Tax	13,255,040	13,996,617	16,898,765	21,050,860
Motor Vehicle License Tax	7,243,789	7,264,173	7,122,500	7,205,000
Traffic Signal Installation	2,034,303	2,349,013	2,928,432	2,800,000
Traffic Lane Lining	506,929	692,828	551,616	500,000
Right of Way	592,257	855,260	781,404	834,000
Refunds/ Damages/Sale of Assets	613,351	164,164	113,748	111,100
Street Cleaning	-	-	2,900,000	2,833,468
Miscellaneous Revenues	561,275	506,314	674,049	446,730
Insurance Adjustment	-	870,200	-	-
Encumbrance Cancellations	182,999	469,895	30,000	30,000
Unencumbered Cash Balance	1,433,441	3,268,419	2,889,075	1,341,280
TOTAL RESOURCES	\$ 29,992,360	\$ 31,599,138	\$ 36,319,590	\$ 38,548,438
PERCENT CHANGE		5.36%	14.94%	6.14%

Revenue Notes:

- Motor vehicle fuel tax revenues will grow by 25.6 percent in 2005
- Right-of-way permit fees are estimated at \$834,000 in 2005
- In 2005, traffic signal installation revenues are estimated at \$2,800,000
- Traffic lane lining revenues are estimated to be \$500,000 in 2005
- Motor vehicle license tax revenues will increase by 1.2 percent in 2005

Street Construction Maintenance and Repair Fund Pro Forma Operating Statement

A pro forma operating statement for the ten-year period beginning in 2005 is presented on the following page. It represents the fund's revenues and expenditures for that period, given certain assumptions, and is essential in providing a framework for future financial decisions. The major assumptions included in this pro forma for years 2006 and beyond are as follows:

- The projected annual growth of one half of one percent for motor vehicle fuel tax revenues reflects the decline in fuel consumption since 2000.
- Motor vehicle license tax revenue growth is projected at one half of one percent per year and reflects the decline in motor vehicle registrations since 2000.
- State enacted motor vehicle fuel tax increases of two cents per gallon per year each year effective July 1, 2003, 2004 and 2005 and redirected fuel tax revenues from the State Highway Patrol to local governments are also reflected.
- Operations and maintenance expenses, excluding personnel, health insurance, pro rata and technology, are inflated at three percent per year. Personnel expenses and the director's office charges assume four percent growth per year. Health insurance is projected to grow 12 percent per year. Pro rata charges represent 4.5 percent of revenue. It is assumed that there will be zero growth in technology expenses.
- The ending fund balance will be positive until 2009, when the balance turns negative and remains negative for the remainder of the period.

STREET CONSTRUCTION MAINTENANCE AND REPAIR FUND

PRO FORMA OPERATING STATEMENT

REVENUE SOURCE	Actual 2003	Estimated 2004	Proposed 2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Charges For Services	\$ 1,162,255	\$ 1,430,001	\$ 1,396,000	\$ 1,429,045	\$ 1,550,950	\$ 1,585,739	\$ 1,621,436	\$ 1,658,066	\$ 1,695,655	\$ 1,734,230	\$ 1,773,818	\$ 1,814,447
Motor Vehicle Fuel Tax	13,996,617	16,898,765	21,050,860	23,463,450	24,584,570	24,674,364	24,764,840	24,856,001	24,947,856	25,040,408	25,133,664	25,227,631
Motor Vehicle Licence Tax	7,264,173	7,122,500	7,205,000	7,248,650	7,292,597	7,336,843	7,381,391	7,426,244	7,471,402	7,516,870	7,562,649	7,608,742
Traffic Signal Installation	2,349,013	2,928,432	2,800,000	2,839,200	2,878,949	2,919,254	2,960,124	3,001,565	3,043,587	3,086,198	3,129,404	3,173,216
Traffic Lane Lining	692,828	551,616	500,000	507,000	514,098	521,295	528,594	535,994	543,498	551,107	558,822	566,646
Right of Way Permit Fees	855,260	781,404	834,000	859,020	884,791	911,334	938,674	966,835	995,840	1,025,715	1,056,486	1,088,181
Refunds/Damages/Sale of Assets	164,164	113,748	111,100	114,430	117,860	121,393	125,031	128,779	132,640	136,616	140,711	144,930
Miscellaneous Revenues	506,314	674,049	446,730	451,855	465,374	479,298	493,640	508,412	523,628	539,300	555,442	572,068
Street Cleaning Revenue	-	2,900,000	2,833,468	2,918,472	3,006,026	3,096,207	3,189,093	3,284,766	3,383,309	3,484,808	3,589,352	3,697,033
Health Insurance Refund (gross)	870,200	-	-	-	-	-	-	-	-	-	-	-
Total Revenue	27,860,824	33,400,515	37,177,158	39,831,122	41,295,214	41,645,728	42,002,823	42,366,662	42,737,414	43,115,251	43,500,350	43,892,893
Beginning Fund Balance	3,268,419	2,889,075	1,341,280	394,688	1,302,551	2,003,098	1,340,205	(779,832)	(4,458,627)	(9,806,520)	(16,943,479)	(26,000,107)
Encumbrance Cancellation	469,895	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Total Resources	31,599,138	36,319,590	38,548,438	40,255,810	42,627,764	43,678,825	43,373,028	41,616,831	38,308,787	33,338,730	26,586,871	17,922,787
OPERATIONS AND MAINT.												
Personnel Services	17,310,017	18,443,672	19,110,448	19,874,866	20,669,861	21,496,655	22,356,521	23,250,782	24,180,813	25,148,046	26,153,968	27,200,126
Director's Office Charges	1,294,017	1,671,922	1,909,298	1,985,670	2,065,097	2,147,701	2,233,609	2,322,953	2,415,871	2,512,506	2,613,066	2,717,526
27th Pay Period	-	-	745,116	-	-	-	-	-	-	-	-	-
Health Insurance	2,518,090	2,508,576	2,865,067	3,208,875	3,593,940	4,025,213	4,508,238	5,049,227	5,655,134	6,333,750	7,093,800	7,945,056
Supplies & Materials	1,019,366	1,243,570	1,034,500	1,065,535	1,097,501	1,130,426	1,164,339	1,199,269	1,235,247	1,272,305	1,310,474	1,349,788
Snow & Ice Materials	-	-	-	-	-	-	-	-	-	-	-	-
Contractual Services	1,015,578	1,153,448	1,192,536	1,228,312	1,265,161	1,303,116	1,342,210	1,382,476	1,423,950	1,466,669	1,510,669	1,555,989
Pro Rata	1,407,523	1,503,023	1,673,006	1,792,400	1,858,285	1,874,058	1,890,127	1,906,500	1,923,184	1,940,186	1,957,516	1,975,180
Technology	926,668	551,999	1,036,743	1,036,743	1,036,743	1,036,743	1,036,743	1,036,743	1,036,743	1,036,743	1,036,743	1,036,743
Fleet	2,324,515	2,267,047	2,604,724	2,682,866	2,763,352	2,846,252	2,931,640	3,019,589	3,110,177	3,203,482	3,299,586	3,398,574
Street Lighting	-	2,900,000	2,833,468	2,918,472	3,006,026	3,096,207	3,189,093	3,284,766	3,383,309	3,484,808	3,589,352	3,697,033
Equipment	74,847	40,000	300,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000
Refuse Expenditures	267,889	633,919	694,931	722,728	751,637	781,703	812,971	845,490	879,309	914,482	951,061	989,104
Rec & Parks Transfer	441,908	1,831,134	1,929,608	2,006,792	2,087,064	2,170,547	2,257,368	2,347,663	2,441,570	2,539,232	2,640,802	2,746,434
Transfers	-	150,000	144,305	-	-	-	-	-	-	-	-	-
Claims	109,644	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000
Total:	28,710,063	34,978,310	38,153,750	38,953,260	40,624,667	42,338,620	44,152,859	46,075,458	48,115,307	50,282,209	52,586,977	55,041,554
Ending Fund Balance	\$ 2,889,075	\$ 1,341,280	\$ 394,688	\$ 1,302,551	\$ 2,003,098	\$ 1,340,205	\$ (779,832)	\$ (4,458,627)	\$ (9,806,520)	\$ (16,943,479)	\$ (26,000,107)	\$ (37,118,767)

Health Special Revenue Fund

2005 Cash Balance Statement

The health special revenue fund is projected to begin the year with a cash balance of \$505,075. Total available resources includes the unencumbered cash balance, revenues deposited into the health special revenue fund, a general fund transfer subsidy and encumbrance cancellations. These resources are used to cover the Health Department's operating expenditures.

2005 FUND BALANCE SUMMARY

Unencumbered Cash Balance (January 1, 2005)	\$ 505,075
Plus Estimated 2005 Receipts	5,400,327
Plus General Fund Transfer	18,314,298
Plus Estimated Encumbrance Cancellations	<u>265,663</u>
Total Estimated Available Resources	\$ 24,485,363
Less 2005 Recommended Operating Budget	(24,485,363)
Projected Available Balance (December 31, 2005)	<u><u>\$ -</u></u>

2005 Revenue Summary

HEALTH SPECIAL REVENUE REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2002-2005				
REVENUE SUMMARY	2002 Actual	2003 Actual	2004 Estimated	2005 Proposed
General Fund Transfer	\$ 17,240,358	\$ 18,203,547	\$ 17,004,073	\$ 18,314,298
Weed Mowing Assessments	105,402	-	-	-
Licenses and Permit Fees	1,547,938	1,757,091	1,886,497	1,970,186
Rental Of Real Estate	30,709	11,427	11,208	11,208
Health Inspections	2,353	7,327	8,000	8,000
Vital Statistics	1,241,890	1,201,735	1,136,496	1,138,338
Employee Assist. Program	284,899	304,146	310,000	320,000
Franklin Co. T.B. Clinic	705,686	848,818	341,373	-
CNHC Medical exams	525,756	612,033	289,887	-
Occupational Health & Safety	198,927	216,443	322,000	330,000
Other Miscellaneous Charges for Services	974,691	1,150,284	1,226,839	1,242,125
Miscellaneous Revenues and Refunds	393,579	64,856	31,437	280,470
Home Health Visits	1,369,721	1,096,369	260,000	100,000
Encumbrance Cancellations	344,088	540,469	700,000	265,663
Unencumbered Cash Balance	1,180,452	405,352	77,795	505,075
TOTAL RESOURCES	\$ 26,146,049	\$ 24,419,897	\$ 23,605,605	\$ 24,485,363
PERCENT CHANGE		-6.60%	-3.33%	3.73%

Revenue Notes:

- The health special revenue fund receives a transfer from the city's general fund each year to cover all budgeted operating expenses that cannot be supported solely by other Health Department revenue sources. Other revenues include license and permit fees, charges for services, birth and death certificate fees and various program fees. Total revenues are projected to be 3.7 percent above 2004 level. In 2005, total revenues, excluding the prior year unencumbered cash balance and estimated encumbrance cancellations, are projected to be \$23,714,625.
- The general fund subsidy totaling \$18,314,298, representing 75 percent of Health's operating revenues, will increase by 7.7 percent in 2005 as compared to 2004.

Recreation and Parks Operation and Extension Fund

2005 Cash Balance Statement

The recreation and parks operation and extension fund cash balance statement is itemized below. Total available resources include prior year unencumbered cash balance, revenues deposited into the fund, a general fund transfer subsidy and encumbrance cancellations. These revenue resources are used to cover Recreation and Parks Department operating expenditures.

2005 FUND BALANCE SUMMARY	
Unencumbered Cash Balance (January 1, 2005)	\$ (497,718)
Plus Estimated 2005 Receipts	5,508,152
Plus General Fund Transfer	24,827,799
Plus Estimated Encumbrance Cancellations	240,000
Total Estimated Available Resources	\$ 30,078,233
Less 2005 Recommended Operating Budget	(30,575,951)
Projected Available Balance (December 31, 2005)	<u><u>\$ (497,718)</u></u>

2005 Revenue Summary

RECREATION AND PARKS OPERATION AND EXTENSION FUND REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2002-2005				
REVENUE SUMMARY	2002 Actual	2003 Actual	2004 Estimated	2005 Proposed
Adult Sports	\$ 645,910	\$ 1,034,253	\$ 1,010,020	\$ 850,800
Boat Docks & Stakes	131,885	186,615	172,800	177,284
Recreation Centers	644,617	344,019	589,501	619,200
Rent	55,388	91,409	85,000	85,000
Senior Citizen Centers	87,886	42,488	93,919	116,500
Swimming Pools	151,382	92,166	73,263	91,800
Refunds/Deposits/Damages	13,835	4,674	1,936	-
Other Charges & Revenue	1,156,553	2,760,274	3,272,166	3,167,768
CIP Reimbursement	125,456	110,397	263,000	400,000
General Fund Transfer	27,166,540	25,104,492	22,352,015	24,827,799
Other Funds Transfer In	76,400	76,400	-	-
Encumbrance Cancellations	350,280	191,857	242,000	240,000
Unencumbered Cash Balance	283,009	(611,482)	143,284	(497,718)
TOTAL RESOURCES	\$ 30,889,141	\$ 29,427,562	\$ 28,298,904	\$ 30,078,233
PERCENT CHANGE		-4.73%	-3.84%	6.29%

Revenue Notes:

- The recreation and parks operation and extension fund receives a transfer from the city's general fund to cover all budgeted operating expenses that cannot be supported solely by user fees and charges. The general fund subsidy for 2005 is \$24.8 million, which is 11.08 percent higher than the 2004 amount. This is mainly due to operating costs associated with the opening of North Bank Park, Dodge Recreation Center and Lazelle Woods Community Center in 2005.
- Revenues come from adult sports leagues (softball, soccer, basketball, football and volleyball), recreation fees, gymnasium rentals, and various other charges. Revenues are expected to remain flat in 2005.
- Tree trimming services in the right-of-way, supported by the general fund subsidy prior to 2004, will be billed to the street construction maintenance and repair fund (SCMR) in 2005 at an estimated cost of \$1,929,608.
- The remaining other revenues from fees and charges are projected at \$3,578,544, an overall decrease of 3.1 percent from projected 2004 figures, due to a decline in the department's revenues.

Golf Course Operations Fund

2005 Cash Balance Statement

The golf course operations fund is projected to begin 2005 with an unencumbered cash balance of \$672,980 and end the year with a balance of \$51,261. Revenues are generated from greens fees, golf cart rental fees and the sale of refreshments at the seven municipal golf courses. Ninety percent of greens fee revenues are deposited into this fund, with the remaining ten percent going toward golf course debt retirement.

2005 FUND BALANCE SUMMARY

Unencumbered Cash Balance (January 1, 2005)	\$ 672,980
Plus Estimated 2005 Receipts	4,400,000
Plus Estimated Encumbrance Cancellations	<u>150,000</u>
Total Estimated Available Resources	\$ 5,222,980
Less 2005 Recommended Operating Budget	<u>(5,171,719)</u>
Projected Available Balance (December 31, 2005)	<u><u>\$ 51,261</u></u>

2005 Revenue Summary

GOLF COURSE OPERATIONS FUND REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2002-2005				
REVENUE SUMMARY	2002 Actual	2003 Actual	2004 Estimated	2005 Proposed
Airport Golf Course	\$ 719,815	\$ 680,409	\$ 693,616	\$ 751,890
Mentel Golf Course	849,872	836,800	827,849	888,270
Champions Golf Course	698,592	609,374	653,262	648,145
Raymond/Wilson Road	1,272,558	1,245,131	1,278,373	1,386,260
Turnberry Golf Course	591,321	497,738	666,058	483,970
Walnut Hill Golf Course	211,513	226,373	207,227	235,465
Donations	-	-	-	-
Miscellaneous Revenues	50	4,261	11,915	6,000
Insurance Adjustment	-	89,300	-	-
Workers Comp	-	-	-	-
Encumbrance Cancellations	208,114	206,398	240,000	150,000
Unencumbered Cash Balance	1,315,853	1,193,922	685,117	672,980
TOTAL RESOURCES	\$ 5,867,688	\$ 5,589,706	\$ 5,263,417	\$ 5,222,980
PERCENT CHANGE		-4.74%	-5.84%	-0.77%

Revenue Notes:

- Revenue is directly related to weather conditions and difficult to project. Other things affecting revenues include competition and the state of the economy.
- Total revenues for 2005 are estimated at \$5.2 million, a 0.8 percent decrease from 2004 projections.

Cable Communications Fund

2005 Cash Balance Statement

The cable communications fund is projected to begin 2005 with an unencumbered cash balance of \$1,414,646. Cable service permit fees are collected quarterly, in the month following the quarter in which the revenue is earned.

2005 FUND BALANCE SUMMARY	
Unencumbered Cash Balance (January 1, 2005)	\$ 1,414,646
Plus Estimated 2005 Receipts	6,725,824
Plus Estimated Encumbrance Cancellations	175,000
Total Estimated Available Resources	<u>8,315,470</u>
Less 2005 Recommended Operating Budget	\$ (7,797,396)
Projected Available Balance (December 31, 2005)	<u><u>\$ 518,074</u></u>

2005 Revenue Summary

Revenues are generated by charging cable companies a service permit fee for the ability to operate a cable system in the City of Columbus. This fee is generated from a charge of five percent on cable operator gross revenues that include basic and premium service revenues, equipment rental, and pay-per-view. Revenues are paid to the city on a quarterly basis.

A ruling by the Federal Communications Commission (FCC) has reclassified cable Internet service as an information service. In a decision issued on October 6, 2003 by the Ninth Circuit Court of Appeals, the court stated that cable modem service is an information service. While the ruling has had a substantive, negative effect on revenues to the cable communication fund, the projections of cable fund performance have included the revenue reduction since collection of the franchise fee on Internet service customers ceased in April of 2002.

Revenue receipts, excluding the unencumbered balance and encumbrance cancellations, are estimated to total \$6,725,824 in 2005. The pro forma operating statement (which follows the chart illustrating historical and projected revenues for the years 2002 through 2005) summarizes actual and projected revenues for the years 2003 through 2014, respectively.

CABLE COMMUNICATIONS FUND REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2002 - 2005				
REVENUE SUMMARY	2002 Actual	2003 Actual	2004 Estimated	2005 Proposed
Cable Service Permit Fee	\$ 5,489,176	\$ 6,403,405	\$ 6,044,489	\$ 6,225,824
Miscellaneous	936,236	562,328	488,849	500,000
Unencumbered Balance	637,588	445,455	1,508,399	1,414,848
Encumbrance Cancellations	145,009	406,262	205,000	175,000
TOTAL RESOURCES	\$ 7,208,009	\$ 7,817,450	\$ 8,246,737	\$ 8,315,470
PERCENT CHANGE		8.46%	5.49%	0.83%

Cable Communications Fund Pro Forma Operating Statement

Beginning in 2004, the cable communications budget includes funding for the Department of Public Safety's Support Services Division. The cable fund portion of the division comprises administration and operational support, formerly the Communications Division, and licensing, formerly a part of the Safety Director's Office. The cable fund component of the division includes 5 full-time staff in administration, 25 full-time personnel in operational support, and 13 full-time and 7 part-time staff in licensing.

A pro forma operating statement for the ten-year period beginning in 2005 is presented below. It represents the cable fund operating revenues and expenditures for that period. Major assumptions included in the pro forma operating statement are as follows:

- Franchise fee revenue growth is projected at three percent per annum.
- Operating expenses for Safety Support Services are projected at inflation rates of 12 percent on health insurance, 4 percent on personnel costs (exclusive of health insurance) and 3 percent on other categories of expense.
- Operating expenses for the GTC-3 and interconnect sections are generally inflated at a blended rate of 3.4 percent per annum, accounting for inflation rates of 12 percent on health insurance, 4 percent on personnel costs (exclusive of health insurance) and 3 percent on other categories of expense.
- Debt service reflects \$4.0 million in principal for 1996 and \$4.017 million for 1997 for the fiber optic and network infrastructure initiative. Debt service for 1998 reflects \$1.255 million in principal for fiber optic cable to the Department

of Public Service 25th Avenue campus and the city's data center, and infrastructure equipment for Division of Building and Development Services. Debt service for 1999 reflects \$525,000 in principal for core infrastructure redundancy. Debt service for 2000 reflects \$1,605,000 in principal for various fiber projects. No bonds were sold in 2001, 2002 or 2003. In 2004, \$870,000 in bonds were sold of which, \$545,000 was provided for a digital head-end for video playback with the remainder of \$325,000 for metronet equipment. Debt service for years 2005-2010 reflects a total of \$5,370,000 in principal for various fiber and metronet equipment projects. The cable fund's proposed capital improvements program has been reduced by 50 percent in the pro forma statement. This reduction recognizes that actual debt issuance in any given year will not reach levels outlined in the capital improvements budget because of unavoidable delays in the project planning and implementation process.

Special Revenue Funds

Cable Communications Fund Pro Forma Operating Statement												
	Actual 2003	Estimated 2004	Proposed 2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenue												
Insight Communications (Coaxial)	\$ 1,431,511	\$ 1,166,716	\$ 1,201,718	\$ 1,237,769	\$ 1,274,902	\$ 1,313,149	\$ 1,352,544	\$ 1,393,120	\$ 1,434,914	\$ 1,477,961	\$ 1,522,300	\$ 1,567,969
Warner Cable	3,400,605	3,517,850	3,623,386	3,732,087	3,844,050	3,959,371	4,078,153	4,200,497	4,326,512	4,456,307	4,589,997	4,727,697
Ameritech NMA/Wide Open West	1,428,445	1,236,293	1,273,382	1,311,584	1,350,931	1,391,459	1,433,203	1,476,199	1,520,485	1,566,099	1,613,082	1,661,475
Total Service Permit Fees	6,260,560	5,920,860	6,098,486	6,281,440	6,469,883	6,663,980	6,863,899	7,069,816	7,281,911	7,500,368	7,725,379	7,957,140
Permit Grant Revenue	-	-	-	-	-	-	-	-	-	-	-	-
Support Fees (Ameritech NMA/WOW)	142,845	123,629	127,338	131,158	135,093	139,146	143,320	147,620	152,049	156,610	161,308	166,148
Other Miscellaneous Revenue	562,328	488,849	500,000	500,000	500,000	500,000	350,000	350,000	250,000	150,000	150,000	-
Total Revenue	6,965,733	6,533,339	6,725,824	6,912,599	7,104,976	7,303,126	7,357,220	7,567,436	7,683,959	7,806,978	8,036,687	8,123,288
Beginning Fund Balance	445,455	1,508,399	1,414,646	518,073	(612,255)	(1,990,278)	(3,219,743)	(4,291,317)	(5,373,844)	(6,508,712)	(7,498,531)	(8,396,999)
Encumbrance Cancellations	406,262	205,000	175,000	175,000	175,000	175,000	175,000	175,000	175,000	175,000	175,000	175,000
Total Resources	7,817,450	8,246,737	8,315,469	7,605,671	6,667,721	5,487,848	4,312,476	3,451,119	2,485,115	1,473,266	713,156	(98,711)
Operating Expenses												
Administration	223,767	76,744	114,300	116,586	118,918	121,296	123,722	126,196	128,720	131,295	133,921	136,599
Interconnect	503,487	479,946	569,787	589,160	609,191	629,904	651,320	673,465	696,363	720,039	744,521	769,835
Metronet	734,880	-	-	-	-	-	-	-	-	-	-	-
GTC - 3	466,511	508,634	601,118	621,556	642,889	664,540	687,135	710,497	734,654	759,632	785,460	812,166
Other Agencies	-	-	-	-	-	-	-	-	-	-	-	-
Total Channel Operation Contracts	-	-	70,000	72,220	74,511	76,874	79,313	81,830	84,426	87,106	89,871	92,724
Public Access Contract	-	-	30,000	31,020	32,075	33,165	34,293	35,459	36,664	37,911	39,200	40,533
Education Contract	-	-	40,000	41,200	42,436	43,709	45,020	46,371	47,762	49,195	50,671	52,191
Pro Rata	334,381	294,000	274,524	288,567	297,224	306,141	315,325	324,785	334,528	344,564	354,901	365,548
City Attorney	-	10,000	-	-	-	-	-	-	-	-	-	-
Safety Support Services Division	-	4,641,607	4,819,191	5,025,207	5,242,480	5,471,865	5,714,301	5,970,822	6,242,562	6,530,775	6,836,842	6,836,842
Citywide Technology Expenses	2,645,664	39,812	-	-	-	-	-	-	-	-	-	-
Total Operating Expenses	4,908,688	6,050,542	6,448,920	6,713,296	6,985,012	7,270,620	7,571,116	7,887,595	8,221,254	8,573,412	8,945,515	9,013,713
Annual Operating Surplus/(Deficit)	2,057,044	482,796	276,904	199,303	119,964	32,506	(213,897)	(320,159)	(537,295)	(766,434)	(908,828)	(890,425)
Debt Service	1,400,363	781,550	1,348,476	1,460,431	1,393,356	938,281	505,553	355,350	168,000	-	-	-
Debt Service - future issues	-	-	-	44,200	279,630	498,690	527,124	582,018	604,572	398,386	164,640	-
Total Debt Service	1,400,363	781,550	1,348,476	1,504,631	1,672,986	1,436,971	1,032,677	937,368	772,572	398,386	164,640	-
Total Expenses	6,309,051	6,832,092	7,797,396	8,217,927	8,657,999	8,707,591	8,603,793	8,824,963	8,993,826	8,971,798	9,110,155	9,013,713
Ending Fund Balance	\$ 1,508,399	\$ 1,414,646	\$ 518,073	\$ (612,255)	\$ (1,990,278)	\$ (3,219,743)	\$ (4,291,317)	\$ (5,373,844)	\$ (6,508,712)	\$ (7,498,531)	\$ (8,396,999)	\$ (9,112,424)

Development Services Fund

2005 Cash Balance Statement

In 2002, the city implemented a One Stop Shop initiative to provide coordinated, streamlined permitting and plan review for construction projects. A development services fund was established, into which all fees and charges associated with these services are deposited. The fund is projected to end 2005 with a negative unencumbered cash balance of \$941,232. The ending fund balances for all future years are also negative. To ensure positive fund balances, fees will need to be revised early in the year and tight spending controls imposed throughout 2005.

2005 FUND BALANCE SUMMARY

Unencumbered Cash Balance (January 1, 2005)	\$ 1,895,019
Plus Estimated 2005 Receipts	24,007,831
Plus Estimated Encumbrance Cancellations	<u>35,000</u>
Total Estimated Available Resources	\$ 25,937,850
Less 2005 Recommended Operating Budget	(26,879,082)
Projected Available Balance (December 31, 2005)	<u><u>\$ (941,232)</u></u>

2005 Revenue Summary

Revenues are generated by fees and charges associated with building inspections, permitting, plan review services, construction inspection, zoning, materials testing and prevailing wage service fees for services provided to both private and public entities. Fees are reviewed annually and adjusted as needed to continue to fully fund expenditures.

DEVELOPMENT SERVICES REVENUE BY SOURCE AND YEAR HISTORICAL AND PROJECTED 2002-2005				
REVENUE SUMMARY	2002 Actual	2003 Actual	2004 Estimated	2005 Proposed
Transportation Public Inspections	\$ 821,509	\$ 675,048	\$ 1,118,000	\$ 2,680,389
Transportation Private Inspections	3,833,494	3,131,186	3,200,000	3,250,000
Transportation Capital Inspections	2,174,741	2,416,437	2,600,000	2,507,942
Transportation Other	753,841	749,731	676,226	669,500
BSD Residential Construction	3,682,700	4,366,045	4,071,668	4,396,842
BSD Multi-Family Construction	2,088,737	2,283,529	1,528,082	1,662,007
BSD Commercial Construction	4,205,726	4,648,593	4,634,341	4,767,897
BSD Platting	-	418,978	383,777	383,051
BSD Zoning	2,557,643	2,943,791	2,630,344	2,890,754
BSD Application Verification	-	270,780	254,414	269,854
BSD Address Creation	-	372,150	334,215	345,543
BSD Demolition	-	-	190,990	184,052
BSD Other	1,891,737	-	-	-
Fire Prevention Bureau	42,083	-	-	-
Insurance Refund	-	190,000	-	-
Unencumbered Cash Balance	1,855,342	-	3,944,282	1,895,019
Encumbrance Cancellations	-	-	15,000	35,000
TOTAL RESOURCES	\$ 23,907,553	\$ 22,466,268	\$ 25,581,339	\$ 25,937,850

Development Services Fund Pro Forma Operating Statement

A pro forma operating statement for the ten-year period beginning in 2005 is presented on the following page. It represents the fund's revenues and expenditures for that period, given certain assumptions, and is essential in ensuring the solvency of the fund and for maintaining an acceptable end-of-year balance. The major assumptions included in this pro forma are as follows:

- Revenues are increased by four percent in the years 2006-2014.
- Operations and maintenance expenses, excluding personnel, pro rata and health insurance, are inflated at three percent per annum. Personnel costs will grow at 4 percent, while health insurance costs will grow by 12 percent annually. Pro rata fees represent approximately 4.5 percent of non-city revenue.
- Debt service principal and interest, pro rata fees, technology, and fleet expenses are paid out of the services category but have been broken out separately. The debt service principal and interest payments represent reimbursement to the special income tax fund for the retirement of bonds issued to construct the Transportation Division's new facility.

Special Revenue Funds

DEVELOPMENT SERVICES FUND												
PRO FORMA OPERATING STATEMENT												
REVENUE SOURCE	Actual 2003	Estimated 2004	Proposed 2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
TRANSPORTATION:												
PUBLIC INSPECTIONS	\$ 675,048	\$ 1,118,000	\$ 2,680,389	\$ 2,787,605	\$ 2,899,109	\$ 3,015,073	\$ 3,135,676	\$ 3,261,103	\$ 3,391,547	\$ 3,527,209	\$ 3,668,297	\$ 3,815,029
PRIVATE INSPECTIONS	3,131,186	3,200,000	3,250,000	3,380,000	3,515,200	3,655,808	3,802,040	3,954,122	4,112,287	4,276,778	4,447,849	4,625,763
CAPITAL IMPROVEMENT INSPECTIONS	2,416,437	2,600,000	2,507,942	2,608,260	2,712,590	2,821,094	2,933,937	3,051,295	3,173,347	3,300,281	3,432,292	3,569,583
OTHER	749,731	676,226	669,500	696,280	724,131	753,096	783,220	814,549	847,131	881,016	916,257	952,907
BUILDING SERVICES:												
RESIDENTIAL CONSTRUCTION	4,366,045	4,071,668	4,396,842	4,572,716	4,755,624	4,945,849	5,143,683	5,349,431	5,563,408	5,785,944	6,017,382	6,258,077
MULTI-FAMILY CONSTRUCTION	2,283,529	1,528,082	1,662,007	1,728,487	1,797,627	1,869,532	1,944,313	2,022,086	2,102,969	2,187,088	2,274,571	2,365,554
COMMERCIAL CONSTRUCTION	4,648,593	4,634,341	4,767,897	4,958,613	5,156,957	5,363,236	5,577,765	5,800,876	6,032,911	6,274,227	6,525,196	6,786,204
PLATTING	418,978	383,777	383,051	398,373	414,308	430,880	448,115	466,040	484,682	504,069	524,232	545,201
ZONING	2,943,791	2,630,344	2,890,754	3,006,384	3,126,640	3,251,705	3,381,773	3,517,044	3,657,726	3,804,035	3,956,196	4,114,444
APPLICATION VERIFICATION	270,780	254,414	269,854	280,648	291,874	303,549	315,691	328,319	341,451	355,109	369,314	384,086
ADDRESS CREATION	372,150	334,215	345,543	359,365	373,739	388,689	404,236	420,406	437,222	454,711	472,899	491,815
DEMOLITION	-	190,990	184,052	191,414	199,071	207,033	215,315	223,927	232,884	242,200	251,888	261,963
INSURANCE REFUND	190,000	-	-	-	-	-	-	-	-	-	-	-
FIRE PREVENTION BUREAU	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUE	22,466,268	21,622,057	24,007,831	24,968,144	25,966,870	27,005,545	28,085,767	29,209,197	30,377,565	31,592,668	32,856,374	34,170,629
BEGINNING FUND BALANCE	3,634,288	3,944,282	1,895,019	0	0	0	0	0	0	0	0	0
ENCUMBRANCE CANCELLATIONS	184,087	15,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
TOTAL RESOURCES	26,284,643	25,581,339	25,937,850	25,003,145	26,001,870	27,040,545	28,120,767	29,244,198	30,412,566	31,627,668	32,891,375	34,205,629
EXPENDITURES:												
OPERATIONS & MAINTENANCE:												
PERSONNEL SERVICES	16,770,940	18,281,197	19,944,483	20,742,262	21,571,953	22,434,831	23,332,224	24,265,513	25,236,134	26,245,579	27,295,402	28,387,218
EMPLOYEE INSURANCE	1,880,375	1,913,276	2,256,713	2,527,519	2,830,821	3,170,519	3,550,982	3,977,099	4,454,351	4,988,873	5,587,538	6,258,043
27th PAY PERIOD	-	-	763,562	-	-	-	-	-	-	-	-	-
MATERIALS & SUPPLIES	197,895	127,447	158,141	162,885	167,772	172,805	177,989	183,329	188,829	194,493	200,328	206,338
SERVICES	2,419,602	1,252,977	1,074,548	1,106,784	1,139,988	1,174,188	1,209,413	1,245,696	1,283,067	1,321,559	1,361,205	1,402,041
PRO RATA	854,917	807,707	850,500	1,123,566	1,168,509	1,215,250	1,263,859	1,314,414	1,366,990	1,421,670	1,478,537	1,537,678
TECHNOLOGY	-	1,024,862	1,499,340	1,499,340	1,499,340	1,499,340	1,499,340	1,499,340	1,499,340	1,499,340	1,499,340	1,499,340
FLEET	-	267,723	304,995	314,145	323,569	333,276	343,275	353,573	364,180	375,105	386,359	397,949
OTHER	72,181	11,131	16,800	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
CAPITAL OUTLAY	28,896	-	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
TRANSFERS	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL OPERATIONS & MAINTENANCE	22,224,806	23,686,320	26,879,082	27,511,502	28,736,952	30,035,209	31,412,082	32,873,964	34,427,891	36,081,620	37,843,709	39,723,608
DEBT SERVICE												
PRINCIPAL	110,000	-	-	-	-	-	-	-	-	-	-	-
INTEREST	5,555	-	-	-	-	-	-	-	-	-	-	-
TOTAL DEBT SERVICE	115,555	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENSE	22,340,361	23,686,320	26,879,082	27,511,502	28,736,952	30,035,209	31,412,082	32,873,964	34,427,891	36,081,620	37,843,709	39,723,608
REQUIRED EXPENDITURE REDUCTIONS AND/OR REVENUE INCREASES	0	0	(941,232)	(2,508,358)	(2,735,082)	(2,994,664)	(3,291,316)	(3,629,767)	(4,015,325)	(4,453,953)	(4,952,335)	(5,517,979)
ENDING UNENCUMBERED FUND BAL.	\$ 3,944,282	\$ 1,895,019	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

